

8/18/06 Miracle Rock -
The Rockland Mine

Paul Baker
Daron Haddock

David Taylor -

- Gasted bond 2 yrs ago -
- Bank would not issue CD w/out ^{Jowells} DL+SS.
- TLA - 7,500 lumped all together - 30K bond
- 2 ops → 1 large mine

- 30K not a calculated amount.
- LMO is part of this

> Bond + Rec Contract.

> Submission - but not approved -

- Saw w/ Bank - until bond was worked out

- Worked late + submitted

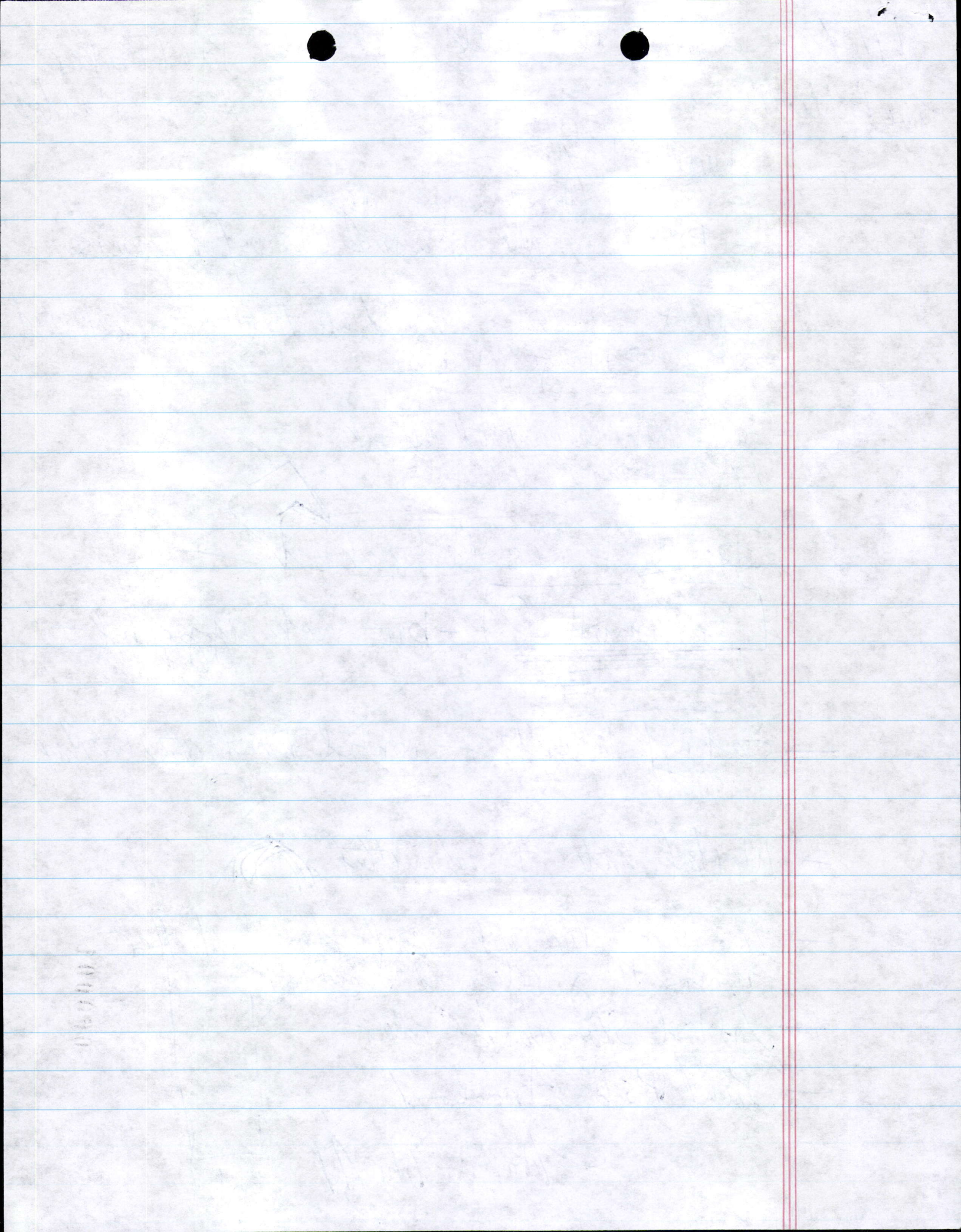
- Far West did not send them a letter when they released the \$18K

- Listed Stop Work Order

- Paul Bob Amment

Mr. A. Thunf

060001



Miracle Rock Chronology

April 2, 2002	Junkyard Mine transferred to Miracle Rock and is considered part of The Rockland Mine.
June 7, 2002	Inspection performed, and total disturbance determined to be 6.00 acres.
July 18, 2002	Letter sent to operator informing them that this is a large mine and that an LMO needs to be submitted. Operator was asked to submit LMO within 30 days.
March 17, 2003	Notice of Noncompliance issued for not submitting the LMO. Operator was required to file an LMO and to submit a reclamation surety of \$30,000 within 60 days.
June 13, 2003	Original LMO application received. ✓
August 4, 2003	Division's review sent; operator asked to respond by September 12, 2003.
August 6, 2003	Division temporarily suspends requirement to submit surety pending results of an inspection. SITLA holds \$12500 bond of which \$12000 can be applied toward reclamation (\$500 for royalties).
April 7, 2004	Division Directive sent requiring LMO review response and surety within 30 days.
June 24, 2004	Division received cover letter for \$18000 CD. ✓ From this date until the reclamation contract was signed, the Division worked with the operator to get the reclamation contract in order.
January 20, 2005	Copy of executed reclamation contract sent to operator.
June 15, 2005	Response to August 2003 review of LMO received.
August 24, 2005	LMO review sent. Asked operator to respond by October 14, 2005.
July 18, 2006	Received check for \$7500 from SITLA. ✓
August 2, 2006	Called bank asking <u>about status of \$18000 CD</u> and was told the CD was closed and the money returned to the operator.
August 8, 2006	Issued CO for not maintaining surety and for not gaining approval of LMO.
August 11, 2006	Received fax copy of CD letter agreement from Far West Bank.